

**TRACY D. SMITH  
GENERAL RECEIVER OF THE CIRCUIT COURT  
OF THE  
CITY OF CHARLOTTESVILLE**

**REPORT ON AUDIT  
FOR THE PERIOD  
JULY 1, 2006 THROUGH JUNE 30, 2007**



- TABLE OF CONTENTS -

	<u>Pages</u>
Independent Auditor's Report	1-2
Exhibit A - Statement of Fiduciary Net Assets	3
Exhibit A-1 - Statement of Changes in Fiduciary Net Assets	4
Notes to Financial Statements	5



# Commonwealth of Virginia

**Walter J. Kucharski, Auditor**

**Auditor of Public Accounts  
P.O. Box 1295  
Richmond, Virginia 23218**

February 1, 2008

The Honorable Timothy K. Sanner  
Chief Judge of the Circuit Court  
City of Charlottesville

## INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statement of assets and liabilities arising from cash transactions of

TRACY D. SMITH  
GENERAL RECEIVER OF THE CIRCUIT COURT  
of the  
CITY OF CHARLOTTESVILLE

as of June 30, 2007, and the related statement of cash receipts and disbursements for the period July 1, 2006 through June 30, 2007. All records supporting these financial statements are the responsibility of the General Receiver. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, these financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of the General Receiver of the Circuit Court of the City of Charlottesville as of June 30, 2007, and the cash receipts and disbursements for the period July 1, 2006 through June 30, 2007, on the basis of accounting described in Note 1.

AUDITOR OF PUBLIC ACCOUNTS

KMK:wdh  
wdh:5

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF THE CIRCUIT COURT  
STATEMENT OF FIDUCIARY NET ASSETS  
AS OF JUNE 30, 2007

Exhibit A

A S S E T S

Cash	\$	10
Investments		807,109
Interest receivable		<u>-</u>
Total Assets	\$	<u>807,119</u>

L I A B I L I T I E S

Interest payable	\$	-
General receiver fees		10
Total Liabilities		<u>10</u>

Net Assets Held in Trust for Designees	\$	<u><u>807,109</u></u>
--	----	-----------------------

The accompanying notes to financial statements are an integral part of this statement.

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF CIRCUIT COURT  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE PERIOD ENDING JUNE 30, 2007

Exhibit A1

Additions:

Trust funds	\$ 283,353
Interest	<u>31,976</u>
Total additions	<u>315,329</u>

Deductions:

Trust funds	130,558
General receiver fees	1,687
Bond premiums	<u>1,793</u>
Total deductions	<u>134,038</u>

Net Change 181,291

Net Assets Held in Trust for Designees  
July 1, 2006

625,818

June 30, 2007

\$ 807,109

The accompanying notes to financial statements are an integral part of this statement.

CITY OF CHARLOTTESVILLE  
GENERAL RECEIVER OF THE CIRCUIT COURT  
NOTES TO FINANCIAL STATEMENTS  
AS OF JUNE 30, 2007

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the General Receiver of the Circuit Court of the City of Charlottesville have been prepared using the cash basis of accounting. Under the cash basis of accounting, revenues are recorded when received in cash and disbursements are recorded when made.

2. SURETY BOND

The General Receiver was bonded under a Trust Fund Administrators Bond with the Firemen's Insurance Company of Newark, New Jersey, as surety.